

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

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| AN EXAMINATION OF THE APPLICATION OF THE) | |
| FUEL ADJUSTMENT CLAUSE OF LOUISVILLE) | CASE NO. |
| GAS & ELECTRIC COMPANY FROM MAY 1, 2013) | 2013-00447 |
| THROUGH OCTOBER 31, 2013) | |

ORDER

Pursuant to 807 KAR 5:056, the Commission established this case on February 7, 2014, to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of Louisville Gas and Electric Company ("LG&E") for the six-month period that ended on October 31, 2013. As part of this review, LG&E submitted certain information, pursuant to Commission Order, concerning its compliance with 807 KAR 5:056. The Commission held a public hearing on this matter on April 10, 2014.

The Commission has previously established LG&E's base fuel cost as 27.25 mills per kWh.¹ A review of LG&E's monthly FAC filings shows that the fuel cost billed for the six-month period under review ranged from a low of 26.35 mills in June 2013 to a high of 27.99 mills in July 2013, with a six-month average of 27.21 mills.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of LG&E's FAC charges or improper fuel procurement practices.

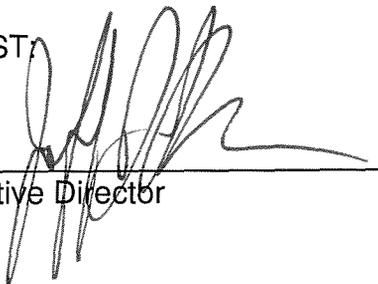
¹ Case No. 2012-00553, An Examination of the Application of the Fuel Adjustment Clause of Louisville Gas and Electric Company from November 1, 2010 through October 31, 2012 (Ky. PSC May 17, 2013).

IT IS THEREFORE ORDERED that the charges and credits billed by LG&E through its FAC for the period May 1, 2013, through October 31, 2013, are approved.

By the Commission

ENTERED
JUN 02 2014
KENTUCKY PUBLIC
SERVICE COMMISSION

ATTEST:



Executive Director

Robert Conroy
LG&E and KU Energy LLC
220 West Main Street
Louisville, KENTUCKY 40202

Rick E Lovekamp
Manager - Regulatory Affairs
LG&E and KU Energy LLC
220 West Main Street
Louisville, KENTUCKY 40202

Ed Staton
LG&E and KU Energy LLC
220 West Main Street
Louisville, KENTUCKY 40202

Honorable Allyson K Sturgeon
Senior Corporate Attorney
LG&E and KU Energy LLC
220 West Main Street
Louisville, KENTUCKY 40202